Bangalore,
12th Septr. 1940.

To

The Shareholders,
Sathyavadi Limited,
Mysore.

Gentlemen,

I beg to bring the following to your kind notice subject to which the Balance Sheet is certified to be correct.

There is no provision in the Proppectus to pa y Any amount for drafting the Memorandum and Articles of Association to Mr.Krisna Rao. Rs.50/- paid for the purpose has been includd under preliminary expenses acount. This should be made good.

Rent,Typewriting charges and other sundry expenses incurred after the Incorporation of the Company are included under Preliminary Expenses. These should be transferred to Revenue account and in that case the loss will be increased to the extent.

There is no provision to pay an Honararium of Rs.25/ a month to Mr. M.S.Krishna Rao. Hence it cannot ba said to be proper.

Depreciation is not taken on Plant and Machinery.

Yours faithfully,
C.V Eswaran
auditor.

I beg to offer myself for re-election.

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